

an income tax credit has been made, it remains effective for at least one tax year, and for subsequent tax years unless a change is requested and a new refund permit applied for within thirty days after the first day of the person's or corporation's tax year. The income tax credit shall be the amount of the Iowa fuel tax paid on fuel purchased by the person or corporation and used as follows:

Sec. 2. This Act is effective January first following its enactment for income tax credits claimed in tax returns filed subsequent to January first following its enactment.

Approved June 1, 1979

CHAPTER 99 SLEEPING ROOM TAXES

H. F. 662

AN ACT limiting the hotel and motel tax to a tax on sleeping accommodations and making corrective changes in the hotel and motel tax.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. Section four hundred twenty-two A point one (422A.1), unnumbered paragraphs one (1), two (2) and three (3), Code 1979, are amended to read as follows:

A city or county may impose by ordinance of the city council or by resolution of the board of supervisors a hotel and motel tax, at a rate not to exceed seven percent, which shall be imposed in increments of one or more full percentage points upon the gross receipts from the renting of any and all sleeping rooms, apartments, or sleeping quarters in any hotel, motel, inn, public lodging house, rooming house, or tourist court, or in any place where sleeping accommodations are furnished to transient guests for rent, whether with or without meals except the gross receipts from the renting of sleeping rooms in dormitories and in memorial unions at all universities and colleges located in the state of Iowa ~~universities-and-colleges~~. The tax when imposed by a city shall apply only within the corporate boundaries of that city and when imposed by a county shall apply only outside incorporated areas within that county. "Renting" and "rent" include any kind of direct or indirect charge for such sleeping rooms, apartments, sleeping quarters, or the use thereof. However, such tax shall not apply to the gross receipts from the renting of a sleeping room, apartment, or sleeping quarters while rented by the same person for a period of more than thirty-one consecutive days.

A local hotel and motel tax shall be imposed on January ~~1~~ first, April ~~1~~ first, July ~~1~~ first, or ~~September-1~~ October first, following the notification of the director of revenue. Once imposed, the tax shall remain in effect at

the rate imposed for a minimum of one year. A local hotel and motel tax shall terminate only on March ~~31~~ thirty-first, June ~~30~~ thirtieth, September ~~30~~ thirtieth, or December ~~31~~ thirty-first. At least sixty days prior to the tax being effective or prior to a revision in the tax rate, or prior to the repeal of the tax, a city or county shall provide notice by certified mail of such action to the director of revenue.

A city or county shall impose a hotel and motel tax or increase the tax rate, only after an election at which a majority of those voting on the question favors imposition or increase. The election shall be held at the time of that city's or county's general election.

Sec. 2. This Act, being deemed of immediate importance, shall take effect from and after its publication in The Marion Sentinel, a newspaper published in Marion, Iowa, and in The Manchester Press, a newspaper published in Manchester, Iowa.

Approved June 6, 1979

I hereby certify that the foregoing Act, House File 662, was published in The Marion Sentinel, Marion, Iowa on June 14, 1979, and in The Manchester Press, Manchester, Iowa on June 13, 1979.

MELVIN D. SYNHORST, *Secretary of State*

CHAPTER 100

BONDS PAYABLE FROM SLEEPING ROOM TAX

H. F. 632

AN ACT relating to the issuance of bonds to be paid from the revenues received from a local hotel and motel tax, the payment of the principal and interest of the bonds and the limitation on the levying of a tax to aid in the payment of the bonds.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. Section four hundred twenty-two A point one (422A.1), unnumbered paragraphs two (2) and three (3), Code 1979, are amended to read as follows:

A local hotel and motel tax shall be imposed on January 1 first, April 1 first, July 1 first, or ~~September-1~~ October first, following the notification of the director of revenue. Once imposed, the tax shall remain in effect at the rate imposed for a minimum of one year. A local hotel and motel tax shall terminate only on March ~~31~~ thirty-first, June ~~30~~ thirtieth, September ~~30~~ thirtieth, or December ~~31~~ thirty-first. At least sixty days prior to the tax being effective or prior to a revision in the tax rate, or prior to the repeal of the tax, a city or county shall provide notice by certified mail of such action to the director of revenue.